| 1 | FITZGERALD JOSEPH LLP | | | | |
|----|--|---|--|--|--|
| 2 | JACK FITZGERALD (SBN 257370) | | | | |
| 3 | jack@fitzgeraldjoseph.com PAUL K. JOSEPH (SBN 287057) paul@fitzgeraldjoseph.com MEL ANIE DEDSINGED (SBN 275423) | | | | |
| | | | | | |
| 4 | MELANIE PERSINGER (SBN 275423) melanie@fitzgeraldjoseph.com TREVOR M. FLYNN (SBN 253362) | | | | |
| 5 | | | | | |
| 6 | trevor@fitzgeraldjoseph.com CAROLINE S. EMHARDT (SBN 321222) | | | | |
| 7 | caroline@fitzgeraldjoseph.com 2341 Jefferson Street, Suite 200 | | | | |
| 8 | San Diego, CA 92110 | | | | |
| 9 | Phone: (619) 215-1741 | | | | |
| 10 | Counsel for Plaintiff | | | | |
| | LINITED CT | | | | |
| 11 | | TATES DISTRICT COURT DISTRICT OF CALIFORNIA | | | |
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| 13 | | Case No: 22-cv-3930 | | | |
| 14 | | CLASS ACTION | | | |
| 15 | CALLIE GREEN, on behalf of herself, all | COMPLAINT FOR VIOLATIONS OF: | | | |
| 16 | others similarly situated, and the general public, | CAL. CIV. CODE §§ 1750 ET SEQ.; | | | |
| | | CAL. BUS. & PROF. CODE §§17500 ET SEQ.; | | | |
| 17 | Plaintiff, | CAL. BUS. & PROF. CODE §§17200 ET SEQ.; | | | |
| 18 | V. ABBOTT LABORATORIES, | FOR BREACH OF EXPRESS & IMPLIED WARRANTIES; | | | |
| 19 | Defendant | FOR INTENTIONAL & NEGLIGENT | | | |
| 20 | Defendant. | MISREPRESENTATION; AND | | | |
| 21 | | UNJUST ENRICHMENT. | | | |
| 22 | | DEMAND FOR JURY TRIAL | | | |
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Plaintiff Callie Green, on behalf of herself, all others similarly situated, and the general public, by and through her undersigned counsel, brings this action against Abbott Laboratories ("Abbott") and alleges the following upon her own personal knowledge or, where she lacks personal knowledge, upon information and belief, including the investigation of her counsel.

SUMMARY OF CASE

- 1. Abbott is the manufacturer and seller of various powdered Similac Infant Formulas, which it represents make a certain number of bottles (the "Similac Powder Formulas"¹). However, following the instructions on the label results in fewer bottles than Abbott promises, short-selling the consumer.
- 2. For example, the 30.8 oz. Similac Pro-Advance Infant Formula label says that "1 SimplePac = 59 [4 fl oz] bottles." That representation is false, however, because following the back-label "MIXING GUIDE," which explains how to make a "Finished bottle" containing "4 fl oz," yields only 53.23 4-oz. bottles—not 59 (almost a 10% difference).
- 3. Plaintiff brings this action to enjoin Abbott from continuing to falsely advertise the Similac Powder Formulas in this manner, and to recover restitution and damages for herself and other purchasers.

JURISDICTION & VENUE

- 4. This Court has jurisdiction over this action pursuant to 28 U.S.C. § 1332(d)(2)(A), the Class Action Fairness Act, because the matter in controversy exceeds the sum or value of \$5,000,000 exclusive of interest and costs, and at least one member of the class of plaintiffs is a citizen of a state different from Abbott. In addition, more than two-thirds of the members of the class reside in states other than the state in which Abbott is a citizen and in which this case is filed, and therefore any exceptions to jurisdiction under 28 U.S.C. § 1332(d) do not apply.
- 5. The Court has personal jurisdiction over Abbott pursuant to Cal. Code Civ. P. § 410.10, as a result of Abbott's substantial, continuous and systematic contacts with the state and because Abbott has purposely availed itself of the benefits and privileges of conducting business activities within the state, including by distributing and selling the Similac Powder Formulas in California.

¹ These include at least the following Similac sub-brands: (i) Pro-Advance, (ii) Pro-Total Comfort, (iii) Pro-Sensitive, (iv) Advance OptiGRO, (v) Sensitive OptiGRO, (vi) For Spit-Up In Healthy Infants OptiGRO, (vii) Organic, (viii) Organic Gentle with A2 Milk, (ix) NeoSure OptiGRO, (x) Soy Isomil OptiGRO, (xi) Alimentum, and (xii) Pure Bliss Infant Formula with Iron.

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6. Venue is proper in this Northern District of California pursuant to 28 U.S.C. § 1391(b) and (c), because Abbott resides (*i.e.*, is subject to personal jurisdiction) in this district, and a substantial part of the events or omissions giving rise to the claims occurred in this district.

DIVISIONAL ASSIGNMENT

7. This civil action arises out of the acts and omissions of Defendants, which occurred in Contra Costa County. Pursuant to Civil Local Rule 3-2(c), (d), this action is correctly assigned to the San Francisco or Oakland Division.

PARTIES

- 8. Plaintiff Callie Green is a resident of San Pablo, California.
- Defendant Abbott is an Illinois corporation with its principal place of business in Abbot Park,
 Illinois.

FACTS

- 10. Abbott is one of the world's largest manufacturers of infant formula. Its Similac Powder Formulas are some of the bestselling infant formulas in the world. Abbot describes Similac as "the #1 infant formula brand chosen by parents."²
- 11. Abbott manufactures, markets, and sells the Similac Powder Formulas in varying container sizes, as set forth below in Table 1. The Similac Powder Formulas are not ready-to-use; instead, the purchaser must first mix with water, using an enclosed scoop provided by Abbott and following specific directions on the label, before feeding to an infant.
- 12. On each package of Similac Powder Formula, Abbott claims the product makes a certain number of bottles of prepared formula. These statements are false or misleading because—given the dilution instructions set forth on the back panel of each Similac Powder Formula—the number of bottles Abbott represents each product makes is not what each product actually makes when mixed with water according to Abbott's own instructions, and thus the value is not what Abbott represents.
 - 13. An example of the challenged Similac Powder Formulas' packaging is shown below.

² See Similac Pro-Advance Infant Formula, available at https://tinyurl.com/4n55mtzj.



- 14. As shown, a 20.6 oz. container of Similac Pro-Advance promises to make "37 [4 fl oz] Bottles." The on-label "MIXING GUIDE" says to "measure water" in the amount of "4 fl oz" and "add [2 scoops] of unpacked level powder using the enclosed scoop" to make a "Finished Bottle" of "4 fl oz." Contrary to Abbott's representation, following these instructions yields only *33.95* 4-ounce bottles, not 37. Thus, consumers can make only approximately 91% of the bottles Abbott promised.
- 15. Abbott consistently employs this misleading practice across the challenged products. As shown below in Table 1, each Similac Powder Formula makes fewer bottles than Abbott represents, making them underfilled by between 4.06% and 10.33%.

| Package Size | Bottles Promised | Mixing Instructions (Scoops & Total Grams of Powder) | Bottles Made Following Instructions | Percent Underfilled | | |
|------------------------------|--------------------------------|--|---|------------------------|--|--|
| Pro-Advance (Vers | sion 1) | | | | | |
| 34 oz (964g) | 63 (4 oz. bottles) | 2 scoops = 16.4g | 58.78 (4 oz. bottles) | 6.70% | | |
| 30.8 oz (873 g) | 59 (4 oz. bottles) | 2 scoops = 16.4g | 53.23 (4 oz. bottles) | 9.78% | | |
| Pro-Advance (Vers | sion 2) | | | <u> </u> | | |
| 3-pack of 36 oz (1.02 kg) | 65 (4 oz. bottles) | 2 scoops = 17.2g | 59.30 (4 oz. bottles) | 8.77% | | |
| 34 oz (964g) | 62 (4 oz. bottles) | 2 scoops = 17.2g | 56.05 (4 oz. bottles) | 9.60% | | |
| 23.2 oz (658 g) | 42 (4 oz. bottles) | 2 scoops = 17.2g | 38.26 (4 oz. bottles) | 8.90% | | |
| 20.6 oz (584 g) | 37 (4 oz. bottles) | 2 scoops = 17.2g | 33.95 (4 oz. bottles) | 8.24% | | |
| Pro-Total Comfort | | | | • | | |
| 3-pack of 36 oz (1.02 kg) | 66 (4 oz. bottles) per pack | 2 scoops = 16.8g | 59.64 (4 oz. bottles) per pack | 9.64% | | |
| 34 oz (964 g) | 64 (4 oz. bottles) | 2 scoops = 16.8g | 57.39 (4 oz. bottles) | 10.33% | | |
| 29.8 oz (845 g) | 56 (4 oz. bottles) | 2 scoops = 16.8g | 50.30 (4 oz. bottles) | 10.18% | | |
| 22.5 oz (638 g) | 42 (4 oz. bottles) | 2 scoops = 16.8g | 37.98 (4 oz. bottles) | 9.57 | | |
| 20.1 oz (570 g) | 36 (4 oz. bottles) | 2 scoops = 16.8g | 33.93 (4 oz. bottles) | 5.75% | | |
| Pro-Sensitive (Vers | Pro-Sensitive (Version 1) | | | | | |
| 3-pack of 34.9 oz. (989 g) | 66 (4 oz. bottles) | 2 scoops = 16.6g | 59.59 (4 oz. bottles) | 9.71% | | |
| 34 oz (964 g) | 64 (4 oz. bottles) | 2 scoops = 16.6g | 58.07 (4 oz. bottles) | 4.80% | | |
| 22.5 oz (638 g) | 42 (4 oz. bottles) | 2 scoops = 16.6g | 38.43 (4 oz. bottles) | 8.50% | | |
| Pro-Sensitive (Vers | sion 2) | | | | | |
| 29.8 oz (845 g) | 53 (4 oz. bottles) | 2 scoops = 17.6g | 48.01 (4 oz. bottles) | 9.42% | | |
| 20.1 oz. (570 g) | 36 (4 oz. bottles) | 2 scoops = 17.6g | 32.39 (4 oz. bottles) | 10.03% | | |
| Advance OptiGRO | | | | | | |
| 30.8 oz (873 g) | 58 (4 oz. bottles) | 2 scoops = 16.6g | 52.59 (4 oz. bottles) | 9.33% | | |
| 23.2 oz (658 g) | 44 (4 oz. bottles) | 2 scoops = 16.6g | 39.64 (4 oz. bottles) | 9.91% | | |
| Sensitive OptiGRO |) | | | | | |
| 34 oz (964 g) | 64 (4 oz. bottles) | 2 scoops = 16.6g | 58.07 (4 oz. bottles) | 9.27% | | |
| 29.8 oz (845 g) | 56 (4 oz. bottles) | 2 scoops = 16.6g | 50.90 (4 oz. bottles) | 9.12% | | |
| 22.5 oz (638 g) | 28 (4 oz. bottles) | 2 scoops = 16.6g | 38.43 (4 oz. bottles) | 8.50% | | |

| Package Size | Bottles Promised | Mixing Instructions (Scoops & Total Grams of Powder) | Bottles Made Following Instructions | Percent Underfilled | |
|---------------------|-----------------------------|--|---|------------------------|--|
| For SPIT-UP in H | ealthy Infants OptiGI | RO | | • | |
| 22.5 oz (638 g) | 42 (4 oz. bottles) | 2 scoops = 16.6g | 38.43 (4 oz. bottles) | 8.50% | |
| 12 oz (340 g) | 22 (4 oz. bottles) | 2 scoops = 16.6g | 20.48 (4 oz. bottles) | 6.91% | |
| NeoSure OptiGRO | | | | | |
| 22.8 oz (646 g) | 37 (4 oz. bottles) | 2 scoops = 19.2g | 33.65 (4 oz. bottles) | 9.05% | |
| 13.1 oz (371 g) | 21 (4 oz. bottles) | 2 scoops = 19.2g | 19.32 (4 oz. bottles) | 8.00% | |
| Soy Isomil OptiGR | 20 | | | | |
| 30.8 oz (873 g) | 55 (4 oz. bottles) | 2 scoops = 17.6g | 49.60 (4 oz. bottles) | 9.82% | |
| 12.4 oz (352 g) | 22 (4 oz. bottles) | 2 scoops = 17.6g | 20 (4 oz. bottles) | 9.09% | |
| Organic | Organic | | | | |
| 23.2 oz (658 g) | 42 (4 oz. bottles) | 2 scoops = 17.2g | 38.26 (4 oz. bottles) | 8.90% | |
| Organic Gentle wit | Organic Gentle with A2 Milk | | | | |
| 23.2 oz (658 g) | 42 (4 oz. bottles) | 2 scoops = 17.2g | 38.26 (4 oz. bottles) | 8.90% | |
| Alimentum | | | | | |
| 19.8 oz (561 g) | 34 (4 oz. bottles) | 2 scoops = 17.2g | 32.62 (4 oz. bottles) | 4.06% | |
| 12.1 oz (343 g) | 21 (4 oz. bottles) | 2 scoops = 17.2g | 19.94 (4 oz. bottles) | 5.05% | |
| Pure Bliss Infant I | Formula with Iron | | | • | |
| 31.8 oz (900 g) | 60 (4 oz. bottles) | 2 scoops = 16.6g | 54.22 (4 oz. bottles) | 9.63% | |

- 16. Because the Similac Powder Formulas are typically used over the course of several days or weeks, consumers are unlikely to notice the discrepancy through normal use of the Similac Powder Formulas.
- 17. Additionally, some of the larger packages of Similac Powder Formula also promise to make a certain number of additional bottles as compared to the smaller sized versions of the same type of powder formula. These statements are false or at least highly misleading because following the dilution instructions set forth on the back panel of each Similac Powder Formula, those larger packages do not yield the promised number of additional prepared bottles of formula. Thus, the value is not what Abbott represents.
- 18. For example, Abbott claims its 30.8 oz package of Similac Soy Isomil OptiGRO "MAKES 33 MORE 4 fl oz [bottles]" "VS SIMILAC SOY ISOMIL 12.4 OZ POWDER." Following the dilution instructions set forth on the back panel, however, the additional powder provided in the 30.8 oz package—

| 521 grams— | -yields | only 29.60 additional bottles as compared to the 12.4 oz package, more than 10% less |
|--|---------|--|
| than the pro | mised 3 | 3 additional bottles. Thus, the value is not what Abbot represents. |
| 19. These statements include at least the following: | | |
| | a. | Similac Pro-Advance—30.8 oz |
| | | • "OVER 30% MORE! vs Similac Pro-Advance 1.45 lb Powder Formula" |
| | | • "Makes 13 More 4 fl oz [bottles]" |
| | b. | Similac Pro-Advance—3-pack of 36 oz |
| | | • "OVER 50% MORE! vs Similac Pro-Advance 1.45 lb Powder Formula" |
| | | • "Makes 23 More 4 fl oz [bottles]" |
| | c. | Similac Pro-Total Comfort—3-pack of 36 oz |
| | | • "OVER 60% MORE! vs Similac Pro-Total Comfort 1.41 lb Powder" |
| | | • "Makes 24 More 4 fl oz [bottles]" |
| | d. | Similac Pro-Total Comfort—29.8 oz |
| | | • "OVER 30% MORE vs Similac Pro-Total Comfort 1.41 lb Powder" |
| | | • "Makes 12 More 4 fl oz [bottles]" |
| | e. | Similac Pro-Sensitive—3-pack of 34.9 oz |
| | | • "OVER 55% MORE! vs Similac Pro-Sensitive 1.41 lb Formula" |
| | | • "Makes 22 More 4 fl oz [bottles]" |
| | f. | Similac Pro-Sensitive—34 oz |
| | | • "OVER 50% MORE! vs Similac Pro-Sensitive 1.41 lb Formula" |
| | | • "Makes 20 More 4 fl oz [bottles]" |
| | g. | Similac Pro-Sensitive—29.8 oz |
| | | • "OVER 30% MORE! vs Similac Pro-Sensitive 1.41 lb Formula" |
| | | • "Makes 12 More 4 fl oz [bottles]" |
| | h. | Similac Advance OptiGRO—30.8 oz |
| | | • "OVER 30% MORE! vs Iur 1.41 lb Powder Formula" |
| | | • "Makes 13 More 4 fl oz [bottles]" |
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• "OVER 50% MORE! . . . vs Our 1.41 lb Powder Formula"

Similac Sensitive OptiGRO—34 oz

• "Makes 20 More 4 fl oz [bottles]"

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| 4 | j. | Similac Sensitive OptiGRO—29.8 oz | |
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| 5 | | • "OVER 30% MORE! vs Our 1.41 lb Powder Formula" | |
| 6 | | • "Makes 12 More 4 fl oz [bottles]" | |
| 7 | k. | Similac NeoSure OptiGRO—22.8 oz | |
| 8 | | • "OVER 70% MORE! vs Our 13.1 oz Neosure Formula" | |
| 9 | | • "Makes 16 More 4 fl oz [bottles]" | |
| 10 | 1. | Similac Soy Isomil OptoGRO—30.8 oz | |
| 11 | | • "OVER 145% MORE! vs Similac Soy Isomil 12.4 oz Powder"" | |
| 12 | | • "Makes 33 More 4 fl oz [bottles]" | |
| 13 | | PLAINTIFF'S PURCHASE, RELIANCE, AND INJURY | |
| 14 | 20. Begin | nning in approximately January 2020 through approximately January 2021, Plaintiff | |
| 15 | Callie Green purcha | sed on several occasions Similac Pro-Advance and Similar Pro-Sensitive in packaging | |
| 16 | bearing the challenged bottle representations, from Target and Walmart in Richmond, CA. In purchasing | | |
| 17 | Similar Pro-Advance and Similar Pro-Sensitive, Plaintiff relied on statements on the products' label | | |
| 18 | representing the number of bottles the containers would make. | | |
| 19 | 21. Those | e representations were false, however, and had the capacity, tendency, and likelihood to | |
| 20 | confuse or confound | d Plaintiff and other consumers acting reasonably because, as described herein, the | |
| 21 | Similac Powder For | rmulas do not yield the number of bottles promised when following the preparation | |
| 22 | instructions provided | d and set forth on the product's back label. | |
| 23 | 22. By re | presenting the number of bottles Plaintiff was supposedly buying, Abbott implicitly also | |
| 24 | represented the product's value to Plaintiff. That representation, however, was false because, based or | | |
| 25 | Abbott's preparation instructions, the Similac Powder Formulas were under-filled, such that Plaintif | | |
| 26 | received a different and substantially lesser value—one with a higher cost—than Abbott represented | | |
| 27 | Accordingly, Plainti | ff did not obtain the benefit of her bargain and her expectations were not met. | |
| 28 | 23. In ad- | dition, Plaintiff paid substantially more than the market value represented by the price | |
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| | I | Green v. Abbott Laboratories, Inc., No. 22-cv-3930 | |

- she and Abbott bargained for. Like other consumer Class members, Plaintiff bargained with Abbott on a particular market value for a certain number of bottles of infant formula made by mixing the powder with water as instructed. But because Abbott only delivered a portion of those bottles, Plaintiff paid a price-per-bottle that was significantly higher than reflected in the market price to which she and Abbott agreed, and received an amount of bottles that was lower than Abbott promised. For these reasons, the Powder Formulas Plaintiff purchased were worth less than what she paid for them.
- 24. By falsely representing the number of bottles provided, and thereby the products' value, Abbott obtained enhanced negotiating leverage allowing it to command a price Plaintiff and other Class members would not have paid had they been fully informed.
- 25. The Similar Powder Formulas cost more than similar products without misleading labeling, and would have cost less absent the false and misleading statements complained of herein.
- 26. Absent the false and misleading labeling complained of herein, Plaintiff and other Class members would only have been willing to pay less for the Similac Powder Formulas.
- 27. By use of its misleading labeling, Abbott created increased marketplace demand for the Similac Powder Formulas, and increased its market share relative to what its demand and share would have been had Abbott labeled the Similac Powder Formulas truthfully.
- 28. Plaintiff and other Class members lost money as a result of Abbott's deceptive claims and practices in that they did not receive what they paid for when purchasing the Similac Powder Formulas, which were underfilled. Plaintiff and other Class members detrimentally altered their position and suffered damages in an amount of the under-filled portion of their Similac Powder Formula purchases.
- 29. Because infant formula is usually only needed for the first year of a child's life, after which many consumers will no longer be in the market for the Similac Powder Formulas, Abbott's conduct is capable of repetition yet evading review.
- 30. The duration of the harm to Plaintiff and other Class members is too short to be fully litigated before the harm ceases and there is a reasonable expectation that the harm will occur again if Abbott remains free to market the Similac Powder Formulas as capable of making more bottles than each package actually makes when following the on-label instructions for preparing formula.
 - 31. Without prospective injunctive relief requiring Abbott to label the products in a truthful

manner, consumers will be unable to determine whether a future label bearing similar claims is valid, or whether Abbott has simply resumed misleading behavior, and thus will be unable to decide, fully informed, how best to spend their money.

- 32. Plaintiff continues to regularly shop at stores where the Similac Powder Formulas are sold. The continued use of the challenged claims on the products labeling threatens to repeatedly infringe upon Plaintiff's substantive rights, under California's consumer protection statutes, to be free from fraud in the marketplace.
 - 33. Plaintiff's legal remedies are inadequate to prevent these future injuries.

CLASS ACTION ALLEGATIONS

- 34. While reserving the right to redefine or amend the class definition prior to seeking class certification, pursuant to Federal Rule of Civil Procedure 23, Plaintiff seeks to represent a Class of all persons who, on or after July 5, 2018 (the "Class Period"), purchased in California for personal or household use and not for resale or distribution, Similac Powder Formulas in packaging whose label stated that the product makes any specified number of bottles.
- 35. The members in the proposed Class are so numerous that individual joinder of all members is impracticable, and the disposition of the claims of all Class members in a single action will provide substantial benefits to the parties and Court.
 - 36. Questions of law and fact common to Plaintiff and the Class include:
 - a. whether mixing according to the instructions on the back label of the Similac Powder
 Formulas yields the specified number of bottles promised on the label;
 - b. whether "1 SimplePac [or Can] = [#] 4 fl oz [bottles]" is material;
 - c. whether a reasonable consumer believes that "1 SimplePac [or Can] = [#] 4 fl oz [bottles]" means the product will make the number of bottles stated when following the back label mixing instructions;
 - d. whether Abbott's conduct violates public policy;
 - e. whether the gravity of the harm caused by Abbott's conduct outweighs its utility;
 - f. the proper amount of damages, including punitive damages;
 - g. the proper amount of restitution;

- h. the proper scope of injunctive relief, including corrective advertising and recall from the marketplace; and
 - i. the proper amount of attorneys' fees.
- 37. These common questions of law and fact predominate over questions that affect only individual Class members.
- 38. Plaintiff's claims are typical of Class members' claims because they are based on the same underlying facts, events, and circumstances relating to Abbott's conduct. Specifically, all Class members, including Plaintiff, were subjected to the same misleading, deceptive, and unfair conduct when they purchased the Similac Powder Formulas, and suffered economic injury because the products are misrepresented and underfilled in the same manner. Absent Abbott's business practice of deceptively and unlawfully labeling the Similac Powder Formulas, and unfairly underfilling them, Plaintiff and other Class members would have paid less for the Similac Powder Formulas.
- 39. Plaintiff will fairly and adequately represent and protect the interests of the Class, has no interests incompatible with the interests of the Class, and has retained counsel competent and experienced in class action litigation, and specifically in litigation involving false and misleading advertising.
- 40. Class treatment is superior to other options for resolution of the controversy because the relief sought for each Class member is small, such that, absent representative litigation, it would be infeasible for Class members to redress the wrongs done to them.
- 41. Abbott has acted on grounds applicable to the Class, thereby making appropriate final injunctive and declaratory relief concerning the Class as a whole.
- 42. As a result of the foregoing, class treatment is appropriate under Fed. R. Civ. P. 23(a), 23(b)(2), and 23(b)(3). In addition, it may be appropriate, pursuant to Fed. R. Civ. P. 23(c)(4), to maintain this action as a class action with respect to particular issues.

CAUSES OF ACTION

FIRST CAUSE OF ACTION

- Violations of the California Consumers Legal Remedies Act ("CLRA"), Cal. Civ. Code §§ 1750 et seq.
- 43. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if set forth in full herein.

- 44. The CLRA prohibits deceptive practices in connection with the conduct of a business that provides goods, property, or services primarily for personal, family, or household purposes.
- 45. Abbott's false and misleading labeling and other policies, acts, and practices described herein were designed to, and did, induce the purchase and use of Abbott's Similac Powder Formulas for personal, family, or household purposes by Plaintiff and other Class members, and violated and continue to violate at least the following sections of the CLRA:
 - a. § 1770(a)(5): Representing that goods or services have characteristics, ingredients, uses, benefits, or quantities which they do not have;
 - b. § 1770(a)(7): Representing that goods or services are of a particular standard, quality, or grade, or that goods are of a particular style or model, if they are of another;
 - c. § 1770(a)(9): Advertising goods with intent not to sell them as advertised; and
 - d. § 1770(a)(16): Representing the subject of a transaction has been supplied in accordance with a previous representation when it has not.
- 46. Abbott profited from its sales of the falsely, deceptively, and unlawfully advertised Similac Powder Formulas to unwary consumers.
- 47. Abbott's wrongful business practices regarding the Similac Powder Formulas constituted, and constitute, a continuing course of conduct in violation of the CLRA.
- 48. Pursuant to California Civil Code § 1782, more than 30 days before filing this lawsuit, Plaintiff sent written notice of her claims and Abbott's particular violations of the Act to Abbott by certified mail, return receipt requested, but Abbott has failed to implement remedial measures.
- 49. As a result, Plaintiff and the Class have suffered harm, and therefore seek (a) actual damages resulting from purchases of the Similac Powder Formulas sold throughout the Class Period to all Class Members, (b) punitive damages, (c) injunctive relief in the form of modified advertising and a corrective advertising plan, (d) restitution, and (e) attorneys' fees and costs. *See* Cal. Civ. Code § 1782(d).
- 50. In compliance with Cal. Civ. Code § 1782(d), an affidavit of venue is filed concurrently herewith.
- 51. Because these claims are subject to a three-year statute of limitations, while Plaintiff's claims for restitution under the UCL are subject to a four-year statute of limitations, and because Plaintiff's claims

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27 28 under the UCL's "unfair" and "unlawful" prongs are subject to different elements and standards, Plaintiff's legal remedies under the CLRA are inadequate to fully compensate Plaintiff for all of Abbott's challenged behavior.

SECOND CAUSE OF ACTION

Violations of the False Advertising Law ("FAL"), Cal. Bus. & Prof. Code §§ 17500 et seq.

- 52. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if set forth in full herein.
- 53. Under the FAL, "[i]t is unlawful for any person, firm, corporation or association, or any employee thereof with intent directly or indirectly to dispose of real or personal property or to perform services" to disseminate any statement "which is untrue or misleading, and which is known, or which by the exercise of reasonable care should be known, to be untrue or misleading." Cal. Bus. & Prof. Code § 17500.
- 54. As alleged herein, the advertisements, labeling, policies, acts, and practices of Abbott relating to its Similac Powder Formulas misled consumers acting reasonably as to the amount of bottles on could make following the directions for mixing.
- 55. Plaintiff suffered injury in fact as a result of Abbott's actions as set forth herein because Plaintiff purchased Similac Powder Formulas in reliance on Abbott's false and misleading marketing claims that the products "=" a specified number of bottles, when following the instructions on the back panel, as instructed and advertised by Abbott.
- 56. Abbott's business practices as alleged herein constitute unfair, deceptive, untrue, and misleading advertising pursuant to the FAL because Abbott has advertised the Similac Powder Formulas in a manner that is untrue and misleading, which Abbott knew or reasonably should have known.
- 57. Abbott profited from its sales of the falsely and deceptively advertised Similac Powder Formulas to unwary consumers.
- 58. As a result, pursuant to Cal. Bus. & Prof. Code § 17535, Plaintiff and the Class are entitled to injunctive and equitable relief and restitution.
- 59. Because the Court has broad discretion to award restitution under the FAL and could, when assessing restitution under the FAL, apply a standard different than that applied to assessing damages under the CLRA or commercial code (for Plaintiff's breach of warranty claims), and restitution is not limited to

| | returning to Plaintiff and Class members monies in which they have an interest, but more broadly serves to |
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| | deter the offender and others from future violations, the legal remedies available under the CLRA and |
| | commercial code are more limited than the equitable remedies available under the FAL, and are therefore |
| | inadequate. Moreover, Plaintiff challenges more labeling statements as violating the FAL than they do as |
| | breaching Abbott's warranties, such that her legal remedies under the commercial code are inadequate |
| | THIRD CAUSE OF ACTION |
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Violations of the Unfair Competition Law ("UCL"), Cal. Bus. & Prof. Code § 17200 et seq.

- 60. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if set forth in full herein.
- 61. The UCL prohibits any "unlawful, unfair or fraudulent business act or practice." Cal. Bus. & Prof. Code § 17200.
- 62. The acts, omissions, misrepresentations, practices, and non-disclosures of Abbott as alleged herein constitute business acts and practices.

Fraudulent Prong

- 63. A statement or practice is fraudulent under the UCL if it is likely to deceive the public, applying a reasonable consumer test.
- 64. As set forth herein, the Abbott's labeling claims relating to the number of bottles Similac Powder Formulas make and the value they represent are likely to deceive reasonable consumers and the public.

Unlawful Prong

- 65. The acts alleged herein are "unlawful" under the UCL in that they violate at least the CLRA and FAL.
- 66. Because Plaintiff's claims under the "unlawful" prong of the UCL have a longer statute of limitations and sweep more broadly than her claims under the FAL, CLRA, Plaintiff's legal remedies are inadequate to fully compensate her for all of Abbott's challenged behavior.

Unfair Prong

67. Abbott's conduct with respect to the manufacturing, labeling, advertising, and sale of the Similar Powder Formulas is unfair because Abbott's conduct was immoral, unethical, unscrupulous, or

substantially injurious to consumers and the utility of its conduct, if any, does not outweigh the gravity of the harm to its victims.

- 68. Abbott's conduct with respect to the manufacturing, labeling, advertising, and sale of the Similac Powder Formulas was also unfair because it violated public policy as declared by specific constitutional, statutory or regulatory provisions, including but not limited to the False Advertising Law.
- 69. Abbott's conduct with respect to the manufacturing, labeling, advertising, and sale of the Similac Powder Formulas was also unfair because the consumer injury was substantial, not outweighed by benefits to consumers or competition, and not one consumers themselves could reasonably have avoided.
- 70. Because Plaintiff's claims under the "unfair" prong of the UCL have a longer statute of limitations and sweep more broadly than her claims under the FAL, CLRA, or UCL's "fraudulent" prong, Plaintiff's legal remedies are inadequate to fully compensate Plaintiff for all of Abbott's challenged behavior.

* * *

- 71. Abbott profited from its sale of the falsely, deceptively, and unlawfully advertised Similac Powder Formulas to unwary consumers.
- 72. Plaintiff and other Class Members are likely to be damaged by Abbott's deceptive trade practices, as Abbott continues to disseminate, and is otherwise free to continue to disseminate false and misleading information. Thus, injunctive relief enjoining its deceptive practices is proper.
- 73. Abbott's conduct caused and continues to cause substantial injury to Plaintiff and the other Class Members, who have suffered injury in fact as a result of Abbott's fraudulent, unlawful, and unfair conduct.
- 74. In accordance with Bus. & Prof. Code § 17203, Plaintiff, on behalf of herself, the Class, and the general public, seeks an order enjoining Abbott from continuing to conduct business through unlawful, unfair, and/or fraudulent acts and practices, and to commence a corrective advertising campaign.
- 75. Plaintiff, on behalf of herself and the Class also seeks an order for the restitution of all monies from the sale of the Similac Powder Formulas that Abbott unjustly acquired through acts of unlawful competition.

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FOURTH CAUSE OF ACTION

Breach of Express Warranty, Cal. Com. Code § 2313(1)

- 76. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if set forth in full herein.
- 77. Through the Similac Powder Formula labels, Abbott made affirmations of fact or promises, or description of goods, that, *inter alia*, the products make a certain number of bottles (or a certain number of additional bottles as compared to a smaller package of the same product) when following the preparation instructions provided. These representations were part of the basis of the bargain, in that Plaintiff and the Class purchased the Similac Powder Formulas in reasonable reliance on those statements. Cal. Com. Code § 2313(1).
- 78. Abbott breached its express warranties by selling Similac Powder Formulas that do not make the total number of bottles promised and do not make the promised number of additional bottles when compared to smaller packages of the same product.
- 79. That breach actually and proximately caused injury in the form of the lost purchase price, or some portion thereof, that Plaintiff and Class members paid for the Similac Powder Formulas.
- 80. Plaintiff gave Abbott notice of the breach prior to filing the lawsuit, but Abbott failed to remedy the breach.
- 81. As a result, Plaintiff seeks, on behalf of herself and the Class, actual damages arising as a result of Abbott's breaches of express warranty, including without limitation, their expectation damages.
- 82. Because the UCL and FAL apply to a broader set of business practices than the California Commercial Code, Plaintiff's legal remedies under the Commercial Code are inadequate to fully address all of Abbott's challenged behavior.

FIFTH CAUSE OF ACTION

Breach of Implied Warranty of Merchantability, Cal. Com. Code § 2314

- 83. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if set forth in full herein.
- 84. Abbott, through its acts set forth herein, in the sale, marketing, and promotion of the Similac Powder Formulas, made representations to Plaintiff and the Class that, among other things, the products yield

the number of bottles promised when prepared according to the instructions provided.

- 85. Abbott is a merchant with respect to the goods of this kind which were sold to Plaintiff and the Class, and there was, in the sale to Plaintiff and other consumers, an implied warranty that those goods were merchantable.
- 86. However, Abbott breached that implied warranty in that the Similac Powder Formulas do not make the number of bottles promised.
- 87. As an actual and proximate result of Abbott's conduct, Plaintiff and other Class members did not receive goods as impliedly warranted by Abbott to be merchantable in that they did not conform to promises and affirmations made on the container or label of the goods.
- 88. Plaintiff gave Abbott notice of the breach prior to filing the lawsuit, but Abbott failed to remedy the breach.
- 89. Plaintiff and the Class have sustained damages as a proximate result of the foregoing breach of implied warranty in the amount of the Similac Powder Formulas' purchase prices, or some portion thereof.
- 90. Because the UCL and FAL apply to a broader set of business practices than the California Commercial Code, Plaintiff's legal remedies under the Commercial Code are inadequate to fully address all of Abbott's challenged behavior.

SIXTH CAUSE OF ACTION

Intentional Misrepresentation

- 91. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if set forth in full herein.
- 92. Abbott marketed the Similac Powder Formulas in a manner indicating that they contain enough powdered formula to make a specific number of bottles. However, the Similac Powder Formulas cannot make the represented number of bottles. Therefore, Abbott has made misrepresentations about the Similac Powder Formulas.
- 93. Abbott's misrepresentations regarding the Similac Powder Formulas are material to a reasonable consumer because they relate to the number of bottles the consumer is receiving and paying for. A reasonable consumer would attach importance to such representations and would be induced to act thereon in making purchase decisions.

- 94. At all relevant times when such misrepresentations were made Abbott knew that the representations were misleading, or has acted recklessly in making the representations, without regard to the truth.
- 95. Abbott intends that Plaintiff and other consumers rely on these representations, as evidenced by the intentional and conspicuous placement of the misleading representations on the Similac Powder Formulas' packaging by Abbott.
- 96. Plaintiff and members of the Class have reasonably and justifiably relied on Abbott's intentional misrepresentations when purchasing the Similac Powder Formulas, and had the correct facts been known, would not have purchased them at the prices at which they were offered.
- 97. Therefore, as a direct and proximate result of Abbott's intentional misrepresentations, Plaintiff and members of the Class have suffered economic losses and other general and specific damages, in the amount of the Similac Powder Formulas' purchase prices, or some portion thereof, and any interest that would have accrued on those monies, all in an amount to be proven at trial.

SEVENTH CAUSE OF ACTION

Negligent Misrepresentation

- 98. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if set forth in full herein.
- 99. Abbott marketed the Similac Powder Formulas in a manner indicating that they contain enough powdered formula to make a specific number of bottles. However, the Similac Powder Formulas cannot make the represented number of bottles. Therefore, Abbott has made misrepresentations about the Similac Powder Formulas.
- 100. Abbott's misrepresentations regarding the Similac Powder Formulas are material to a reasonable consumer because they relate to the number of bottles the consumer is receiving and paying for. A reasonable consumer would attach importance to such representations and would be induced to act thereon in making purchase decisions.
- 101. At all relevant times when such misrepresentations were made, Abbott knew or had been negligent in not knowing that the Similac Powder Formulas did not contain enough powdered formula to make the promised number of bottles. Abbott had no reasonable grounds for believing its misrepresentations

were not false and misleading.

- 102. Abbott intends that Plaintiff and other consumers rely on these representations, as evidenced by the intentional and conspicuous placement of the misleading representations on the Similac Powder Formulas' packaging by Abbott.
- 103. Plaintiff and members of the Class have reasonably and justifiably relied on Abbott's intentional misrepresentations when purchasing the Similac Powder Formulas, and had the correct facts been known, would not have purchased them at the prices at which they were offered.
- 104. Therefore, as a direct and proximate result of Abbott's negligent misrepresentations, Plaintiff and members of the Class have suffered economic losses and other general and specific damages, in the amount of the Similac Powder Formulas' purchase prices, or some portion thereof, and any interest that would have accrued on those monies, all in an amount to be proven at trial.

EIGHTH CAUSE OF ACTION

Unjust Enrichment

- 105. Plaintiff incorporates by reference the allegations of the preceding paragraphs, as though fully set forth herein.
- 106. By its wrongful acts described herein, Abbott was unjustly enriched at the expense of Plaintiff and other Class members.
- 107. It would be inequitable for Abbott to retain the profits, benefits, and other compensation obtained from its wrongful conduct.
- 108. Plaintiff, on behalf of herself and other Class members, seeks restitution from Abbott, and an order of this Court proportionally disgorging all profits, benefits, and other compensation obtained through its wrongful conduct.

PRAYER FOR RELIEF

- 109. Wherefore, Plaintiff, on behalf of herself, all others similarly situated, and the general public, prays for judgment against Abbott as to each and every cause of action, and the following remedies:
 - a. an Order declaring this action to be a proper class action, appointing Plaintiff as class representative, and appointing her undersigned counsel as class counsel;
 - b. an Order requiring Abbott to bear the cost of class notice;

| 1 | c. | an Order enjoining Abbott from engaging in the unfair, unlawful, and deceptive | |
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| 2 | business practices and false advertising complained of herein; | | |
| 3 | d. | an Order compelling Abbott to conduct a corrective advertising campaign; | |
| 4 | e. | an Order compelling Abbott to recall and destroy all misleading and deceptive | |
| 5 | advertising m | naterials and product labels; | |
| 6 | f. | an Order requiring Abbott to disgorge all monies, revenues, and profits obtained by | |
| 7 | means of any | wrongful act or practice; | |
| 8 | g. | an Order requiring Abbott to pay restitution to restore all funds acquired by means of | |
| 9 | any act or practice declared by this Court to be an unlawful, unfair, or fraudulent business act of | | |
| 10 | practice, untrue or misleading advertising, plus pre-and post-judgment interest thereon; | | |
| 11 | h. | an Order requiring Abbott to pay all actual, statutory, compensatory, and punitive | |
| 12 | damages permitted under the causes of action alleged herein; | | |
| 13 | i. | pre- and post-judgment interest; | |
| 14 | j. | an award of attorneys' fees and costs; and | |
| 15 | k. | any other and further relief that Court deems necessary, just, or proper. | |
| 16 | | JURY DEMAND | |
| 17 | Plaintiff hereby demands a trial by jury on all issues so triable. | | |
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| 19 | Dated: July 5, 2022 | /s/ Melanie Persinger | |
| 20 | | FITZGERALD JOSEPH LLP JACK FITZGERALD | |
| 21 | | jack@fitzgeraldjoseph.com | |
| 22 | | PAUL K. JOSEPH paul@fitzgeraldjoseph.com | |
| 23 | | MELANIE PERSINGER melanie@fitzgeraldjoseph.com | |
| 24 | | TREVOR M. FLYNN | |
| 25 | | trevor@fitzgeraldjoseph.com CAROLINE S. EMHARDT | |
| 26 | | caroline@fitzgeraldjoseph.com 2341 Jefferson Street, Suite 200 | |
| 27 | | San Diego, CA 92110 Phone: (619) 215-1741 | |
| 28 | | Counsel for Plaintiff | |
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